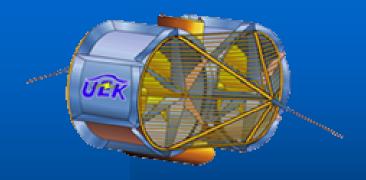


Piscataqua River Project



UEK Corporation
Annapolis, MD



UEK Corporate Description

Maryland Corporation

 Clean & renewable energy solutions at competitive cost

 Development & implementation of hydro-kinetic technology



Product and Technology

- The UEK®System is an enhanced energy converter of kinetic energy contained in rivers and tidal flow.
- Patented technology: "Bi-Directional Hydroturbine Assembly For Tidal Deployment" No:- 6,139,255 - October 31, 2000 (USA)
- One of several patents

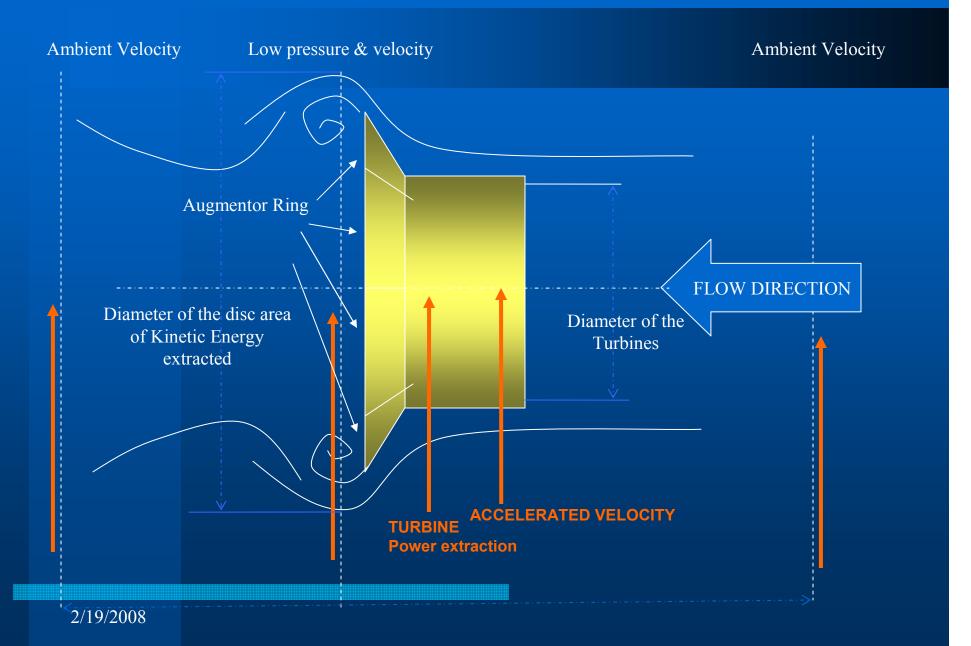


UEK System Description

- "UEK" is an acronym for "Underwater Electric Kite"
 - Machines are anchored by cables (or on a fixed structure) and water passes through the machine housing, turning a propeller turbine generator.
 - UEK machines are semi-buoyant and hover below water surface, with a submarine power cable connected to shore controls, converter and grid or enduser.
 - Patented augmentor ring and shroud design accelerate water flow through machine increasing output.
 - Counter rotating runner (patented) of twin unit cancel torque.
 - Suggested water velocities of at least 2 m/s with depths of + 4 m for a standard system.









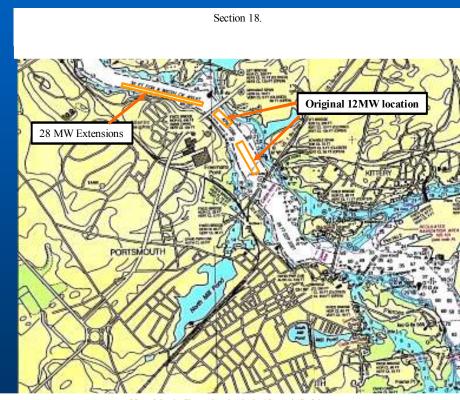
Nova Scotia Dept. Of Energy

 UEK is one of three companies chosen by the Nova Scotia Department of Energy to demonstrate tidal technology at the Minas Basin Hub to be built in the Bay of Fundy



Project Location Map







Goals:

 Display responsible & innovative use of natural resources

 Harness the tremendous tidal power flow of the Piscataqua River

Create local work opportunities



Project Forecasts

Piscataqua River:40MW installed120 Units @336.8 kW/h each = 40,416 kWe

226,588,262 kWh*/year new electric generation available for sale (64% of the time on line)

Rule of thumb: 1kW powers ~ 1 household

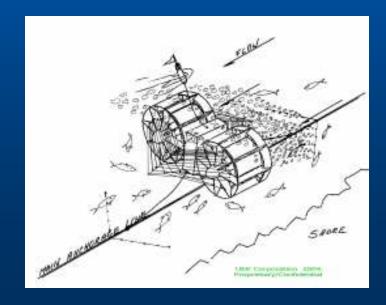


Areas of Concern (general)

Environmental Issues

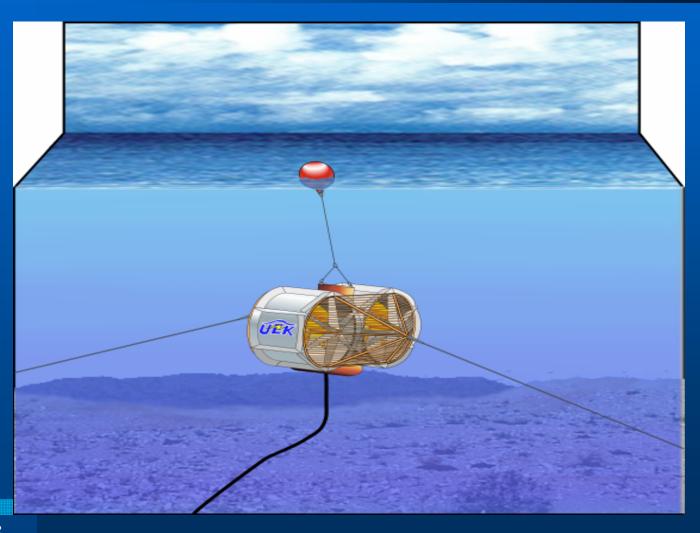
The pressure drop through the turbines is @ 0.640 - 1.104 (under full load).... Less than the maximum authorized by FERC for hydro plant draw tubes.

Installation Issues





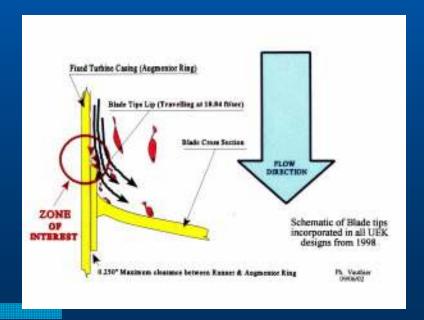
Tidal Unit





Environmental Issues

- Fish & wildlife safety concerns addressed
- Noiseless and below the water's surface
- No emissions





Environmentally Benign

- The turbines rotate slowly at approximately 42 revolution per minute under full load.
- No permanent alteration of the deployment site.
- Screens prevent entry of marine wildlife and diving seabirds.
- Anti-fouling coatings and lubricants used are environmentally friendly & designed for local characteristics.
- Minimally invasive moorings systems.



Environmental Issues

- EMISSIONS AVOIDENCE
- The US Department of Energy reports that annual hydro-power production for the US was 325,265 Megawatts (1). This agency also reports that Hydro-generated electricity represents avoided emissions that would otherwise be created by the burning of fossil fuels. More specifically they cite the following figures for fossil fuel emission (2):

Sulphur Emissions (1993)

(14,428,000 tons of SO2)

Nitrogen Oxide Emissions (1993)

(5,848,000 tons of NOx)

Carbon Dioxide (1993)

(1,942,386,000 tons of CO2)

- Using these figures results in the following emissions avoidance per One Megawatt of power generated by the UEK®System:
- Avoided Sulphur per Megawatt

0.0073127 tons per year SO2

Avoided Nitrogen per Megawatt

0.0029640 tons per year NOx

Avoided Carbon Dioxide per Megawatt

10.0641761 tons per year CO2

Avoided Sulphur

444.4584 tons of SO2 annually

Avoided Nitrogen

180.1489 tons of NOx annually

Avoided Carbon dioxide

- 611,690.3780 tons of CO2 annually
- This analysis is compiled with 1993 data. With drastic improved technology in fossil burning methods used today in electricity generation, it is conceivable that the avoidance presented herein is on a higher level than present reality.



Installation Issues

- Depth of equipment controllable
- Site identified by buoys
- Built-in drag safety margins

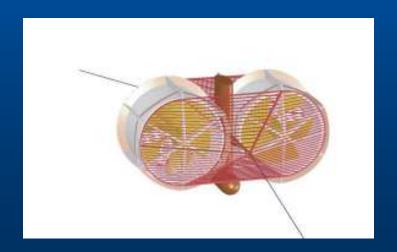




Installation Issues

Minimal land footprint

Interconnection





Participating Organizations

- U.S.Army Corp of Engineers, Permit coordination
- Department of Natural Resources and Environmental Control
- Department of Interior (US Fish & Wildlife)
- Federal Energy Regulatory Commission
- U.S. Coast Guard
- Environmental Protection Agency
- States of New Hampshire & Maine
- Local Public Authorities
- The Public



Precedent Favorable Issues

- Permit No: 1-2002–0658, January 23, 2003 issued to Alaska Power & Telephone Company / UEK Corp., for the Eagle, Yukon River site and reissued in 2007.
- On-going R&D on instream technology for more than 23 years
- Tested equipment
- Patented technology



Beneficial Areas of the Project

- Clean, cool, renewable energy
- High predictability of power availability
- Unobtrusive, invisible & efficient
- Eligible for carbon credit certificates
- New local employment
- First cost effective tidal energy project in the United States



Organization~Permitting~Financing~

Phase I - Feasibility
 Preliminary Permit
 Notices to stakeholders
 90 day monitoring of site
 Required local permits



Phase II – Pilot Unit

- Upon approval of agencies:
- Build and install prototype
- Testing and gathering of data
- Environmental studies as required
- Meet with and inform agencies of findings



- Phase III
 - Environmental reports to agencies
 - Prepare FERC license application
 - FERC issues license with EA



Phase IV –

- Obtain land use permits for onshore facility
- Meet with local utility for interface requirements or plan to deliver power to a local industry.
- Build and install additional turbines
- Connect turbines to the grid



Players in the Project Financing

- Local investors
- Local utilities
- Investment groups, syndication etc.,
- Manufacturers, suppliers & others interested in diversification of investment



Next Steps

Continue the permit application process

Conjointly:

- Firm up the financial planning
- Collect data, site information & historical precedents
- Prepare a site specific statement of work SOW
- Adapt existing UEK®System designs to this specific site
- Study and finalize anchorage & interconnection issues



Contact Information:

- UEK Corporation
- P.O. Box 3124
- Annapolis, MD 21403
- 410-267-6507
- Philippe Vauthier
- http://uekus.com

